

**BLACKSANDS PACIFIC ALPHA BLUE, LLC
PROPOSED \$70m ICBC RCF (REVOLVER CREDIT FACILITY)
RANKING PARI-PASU FIRST LIEN**

**MEMORANDUM
FOR DISCUSSION or PRESENTATION**

Finance Terms

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|--------------------------|---|
| Borrower: | Blacksands Pacific Alpha Blue, LLC |
| Security: | First lien in 100% of the asset of the Borrower, including hydrocarbon reserves, and any additional assets ranking pari-pasu with existing first lien |
| Lender: | ICBC (London) PLC. |
| Facility Size: | \$70 MM |
| Maturity: | 5 yrs. |
| Use of Proceeds: | Partially fund the acquisition of 100% of the assets, capital expenditures, general working capital purposes and pay related fees and expenses. |
| Pricing: | Upfront Fee: 3.00%, Margin: 4.5% |
| Amortization: | As agreed between borrower and lender (Based solely on revenues proportionate to lender's finance) |
| Other Discussion Points: | Lender to provide hedging on its portion on \$70MM finance. Discussion to nominate ICBC as project treasury bank for revenue collection Sole outstanding Parent Guarantee (limited to \$70 MM Finance) Interest Paid quarterly |

PREPARED BY



Corporate finance, IR and Corporate Communications Group
BLACKSANDS PACIFIC ENERGY CORPORATION
On Behalf Of: Blacksands Pacific Alpha Blue, LLC